



FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

NOV 23 2010

VIA FIRST CLASS MAIL

Wayne T. Muratore, Treasurer
Michael Grimm for Congress
560 9th Street
Brooklyn, NY 11215

RE: MUR 6329

Dear Mr. Muratore:

On July 20, 2010, the Federal Election Commission notified Michael Grimm for Congress ("the Committee") and you, as treasurer, of a complaint filed against you and the Committee, alleging violations of certain sections of the Federal Election Campaign Act of 1971, as amended ("Act"). On November 17, 2010, based upon the information contained in the complaint, and information provided by you and Mr. Aaron Ringel, campaign manager for the Committee, the Commission decided to dismiss the complaint and close its file in this matter.

The Commission encourages you and the Committee to review the General Counsel's Report, which sets forth the statutory and regulatory provisions considered by the Commission in this matter. A copy of the dispositive General Counsel's Report is enclosed for your information and future reference. The Commission reminds you and the Committee, pursuant to 2 U.S.C. § 441d(a)(1) and 11 C.F.R. § 110.11 concerning the inclusion of appropriate disclaimers on yard signs, to take steps to ensure that your conduct is in compliance with the Act and Commission regulations. For further information on the Act, please refer to the Commission's website at www.fec.gov or contact the Commission's Public Information Division at (202) 694-1100.

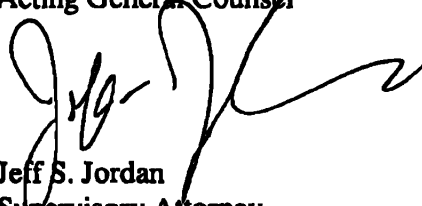
Documents related to the case will be placed on the public record within 30 days. See Statement of Policy Regarding Disclosure of Closed Enforcement and Related Files, 68 Fed. Reg. 70,426 (Dec. 18, 2003).

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If you have any questions, please contact Kim Collins, the paralegal assigned to this matter, at (202) 694-1650.

Sincerely,

Christopher Hughey
Acting General Counsel

A handwritten signature in black ink, appearing to read "Jeff S. Jordan", is written over the typed name and title.

BY: Jeff S. Jordan
Supervisory Attorney
Complaints Examination and
Legal Administration

Enclosure:
General Counsel's Report

cc: James Thomson
Russo, Scamordella & D'Amato, PC
1010 Forest Avenue
Staten Island, NY 10310

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BEFORE THE FEDERAL ELECTION COMMISSION

FEDERAL ELECTION
COMMISSION
SECRETARIAT

2010 NOV -3 A 9 54

In the Matter of)
MUR 6329) CASE CLOSURE UNDER THE
Michael Grimm) ENFORCEMENT PRIORITY SYSTEM
Michael Grimm for Congress)
and Wayne T. Muratore, as treasurer)

SENSITIVE

GENERAL COUNSEL'S REPORT

Under the Enforcement Priority System, matters that are low-rated

are
forwarded to the Commission with a recommendation for dismissal. The Commission has
determined that pursuing low-rated matters, compared to other higher-rated matters on the
Enforcement docket, warrants the exercise of its prosecutorial discretion to dismiss these
cases. The Office of General Counsel scored MUR 6329 as a low-rated matter.

In this matter, the complainant, Stephen Clinton, President of the Island Democratic
Civic Committee in Staten Island, New York, alleges that Michael Grimm¹ and his campaign
committee, Michael Grimm for Congress and Wayne T. Muratore, in his official capacity as
treasurer ("the Committee"), violated 2 U.S.C. § 441d and the corresponding Commission
regulations by failing to include disclaimers on the campaign's lawn signs. Enclosed with the
complaint is a photocopy of a campaign sign, depicting what appears to be Mr. Grimm's
campaign logo, the name "Michael Grimm" and the word "Congress." The sign does not
include a disclaimer stating that the Committee had paid for it, as required by 2 U.S.C.
§ 441d(a)(1) and 11 C.F.R. § 110.11.

Committee treasurer Wayne Muratore and campaign manager Aaron Ringel filed
separate responses to the complaint. According to Mr. Muratore, when Mr. Grimm became

¹ Michael Grimm was a candidate in the 2010 election for U.S. Representative from the 13th
Congressional District in New York

1 aware that the lawn signs did not have appropriate disclaimers, the candidate immediately had
2 his staff prepare labels with the proper disclaimers, which were to be affixed to the defective
3 lawn signs. Mr. Muratore furthers states that he has requested that all printed material contain
4 the appropriate disclaimers and that all campaign material be approved by the Committee's
5 campaign consultants, and notes that that he delayed the mailing of a "specific endorsement
6 letter" until the consultants assured him that it "met both the letter and the spirit of the
7 [disclaimer provisions of the] law."

8 In his response, Aaron Ringel asserts that the Grimm campaign is aware of the
9 statutory requirements to include disclaimers on campaign communications. Although
10 Mr. Ringel acknowledges that the first batch of lawn signs initially failed to include
11 disclaimers disclosing that the Committee had paid for them, he maintains that the
12 Committee's "solution" was to "print and place stickers containing the 'paid for' language on
13 every lawn sign that was missing" the requisite disclaimer. Enclosed with Mr. Ringel's
14 response are photocopies of a campaign sign with a "Paid For By Grimm for Congress"
15 disclaimer and a roll of stickers bearing the phrase "by Grimm for Congress," which appears to
16 be preceded by the words "paid for."

17 Campaign yard signs are a type of communication that require a written disclaimer.
18 See 2 U.S.C. § 441d(a)(1); 11 C.F.R. §§ 100.26 and 110.11. The Committee has
19 acknowledged that some of its campaign signs did not have the requisite disclaimer. However,
20 in light of the Committee's remedial action, and in furtherance of the Commission's priorities
21 and resources, relative to other matters pending on the Enforcement docket, the Office of
22 General Counsel believes that the Commission should exercise its prosecutorial discretion and
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dismiss this matter. *See Heckler v. Chaney*, 470 U.S. 821 (1985). Additionally, this Office intends on reminding Michael Grimm for Congress and Wayne T. Muratore, in his official capacity as treasurer, of the disclaimer requirements under 2 U.S.C. § 441d(a)(1) and 11 C.F.R. § 110.11.

RECOMMENDATIONS

The Office of General Counsel recommends that the Commission dismiss MUR 6329, close the file, and approve the appropriate letters. Additionally, this Office recommends reminding Michael Grimm for Congress and Wayne T. Muratore, in his official capacity as treasurer, of the disclaimer requirements under 2 U.S.C. § 441d(a)(1) and 11 C.F.R. § 110.11.

Christopher Hughey
Acting General Counsel

11/3/10
Date

BY: Gregory R. Baker
Special Counsel
Complaints Examination
& Legal Administration

Jeff S. Jordan
Supervisory Attorney
Complaints Examination
& Legal Administration

Dominique Dillenseger
Dominique Dillenseger
Attorney